



Mining Lands
Mineral Resources Branch
Box 2703 (K-9)
Whitehorse, Yukon Y1A 2C6

October 10, 2008

File No: LQ00247

Western Copper Corporation
2050 - 1111 West Georgia Street
Vancouver, B.C.
V6E 4M3

Re: Class 4 Approval

Dear Sir/Madam:

Your application for Class 4 Approval has been approved:

- As submitted.
- Subject to the attached conditions.
- Subject to security deposit as received.

The effective date of this approval will be October 10, 2008. All work must be completed by October 9, 2013, and inspected for restoration before full security and/or completion certificates can be applied for.

The attached 'Operational Guidelines' lists additional requirements that enable your program to satisfy the conditions of the decision document issued as a result of recommendations from the Yukon Environmental and Socio-economic Assessment Board designated office.

Please feel free to contact our office at (867) 456-3822 should you have any questions.

Yours truly,

A handwritten signature in black ink, appearing to be "Joanne Oberg". The signature is stylized and somewhat cursive.

Joanne Oberg
Chief, Mining Land Use

LQ00247

Western Copper Corporation

OPERATIONAL GUIDELINES

1. The proponent shall not intentionally disturb or harass wildlife while flying.
2. Aircraft shall remain 600m above ground level when flying over sheep, or known wintering or lambing sites where conditions permit.
3. No exploration activity shall occur within 1 km of a known raptor nest between April 1 and June 30.
4. The proponent shall maintain a detailed wildlife log for submission to the local regional biologist each year.
5. The proponent shall equip each camp with bear deterrent devices and maintain such devices in good working order throughout the duration of camp occupancy.

**MINING LANDS
MINERAL RESOURCES BRANCH
GOVERNMENT OF YUKON**

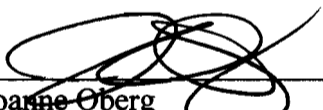
Pursuant to the *Quartz Mining Act* and Quartz Mining Land Use Regulation, the Chief, Mining Land Use hereby grants a Class 4 Approval to:

Western Copper Corporation
2050 – 1111 West Georgia Street
Vancouver, B.C.
V6E 4M3

APPROVAL NUMBER: LQ00247
UNDERTAKING: Quartz
CLASS: Class 4
EFFECTIVE DATE: October 10, 2008
EXPIRY DATE: October 9, 2013

This permit shall be subject to the restrictions and conditions contained herein and to the restrictions and conditions contained in the *Quartz Mining Act* and the Quartz Mining Land Use Regulation made there under as proposed in Mining Land Use Application LQ00247.

Dated this October 10th 2008



Joanne Oberg
Chief, Mining Land Use

**MINING LAND USE
APPROVAL
Class 4
LQ00247
Western Copper Corporation**

SCOPE OF APPROVAL:

CLAIMS: see Appendix 'A'

NTS: 115-J-13/14

PART ONE – GENERAL REQUIREMENTS

Definitions

“**Access road**” means a road that provides access to a public highway or to a private road.

“**Chief**” means Chief, Mining Land Use pursuant to the Act.

“**Corridor**” means a path from which trees and brush have been cut to accommodate a trail, water line, fuel line or power line.

“**Isolated road**” means a road that does not provide access to a public highway directly or through a private road.

“**Road**” means a pathway for vehicular traffic the construction of which requires the movement of rock or earth.

“**Trail**” means an access to a site within a claim or lease that is constructed with little or no movement of rock or earth.

“**Upgrading**” in relation to a road, means re-establishing a road that has not been useable for more than five years by vehicles of a type the road was originally designed to serve, modifying a road to provide usability for vehicles that are of a different type than those for which the road was originally designed to serve and any other upgrading or modifying of a road, other than for maintenance or erosion control.

Duration of Approval

1. This Approval is valid upon signature of the Chief until the expiry date. In the event that claims lapse, or that agreements to operate on claims are dissolved, the Approval becomes null and void for that portion of the operating plan, where there is no right to the minerals.
2. All outstanding reclamation continues to be the responsibility of the operator.

Compliance with Operating Conditions

3. All mineral exploration activities must comply with the *Operating Conditions* (appended) contained in Schedule 1 of the Quartz Mining Land Use Regulation. These Operating Conditions are enforceable.

PART TWO: Reporting Requirements

Contact Numbers/Planning and Communication

4. Submissions and reports to the Chief should be made in duplicate to the following addresses:

Chief, Mining Land Use	Mining Lands Officer
Box 2703, K-9	K-102, 300 Main Street
Whitehorse, Yukon Y1A 2C6	Whitehorse, Yukon Y1A 2B5

5. The contact for the Operator will be:

Jonathan Clegg
Western Copper Corporation
2050 - 1111 West Georgia Street
Vancouver, B.C. V6E 4M3

6. All spills must be reported immediately to the 24-Hour Yukon Spill Reporting Line (867) 667-7244 and to the Mining Inspections Division (867) 456-3882.

7. An operator who takes an emergency remedial measure shall, as soon as possible but not later than 10 days after taking it, send a written report to the Chief describing the duration, nature and extent of the emergency and the measures taken to respond to it.

8. A report shall be submitted at the beginning of each mining season outlining the exploration activities planned for the season including the proposed locations.

9. A report shall be submitted at the end of each mining season indicating exploration activities completed during that season plus reclamation that has taken place to date.

10. Prior to commencing any burning operations, a Burning Permit must be obtained from Client Services & Inspection at (867) 456-3882.

11. The operator shall contact Mining Inspections at (867) 456-3882 at least 14 days prior to commencing the field season.

12. The operator shall contact Mining Inspections at (867) 456-3882 at least 14 days prior to leaving the site at the end of the operation.

Heritage

13. All palaeontological resources uncovered during operations shall be reported to the Yukon Palaeontology Program, Government of Yukon in Whitehorse at (867) 667-8089 or (867) 667-5386.

14. All archaeological resources uncovered during operations shall be reported to the Yukon Archaeology Program, Government of Yukon in Whitehorse at (867) 667-3771 or (867) 667-5386

Wildlife

15. All incidents with wildlife shall be reported to the District Conservation Officer in Haines Junction at (867) 634-2247, as well as any other communication regarding wildlife.

PART THREE – TERMS AND CONDITIONS**Removal of the Vegetative Mat**

16. If the vegetative mat must be removed to carry out exploration activities, it must be removed so as to protect the seed and root stock contained within the mat and be stored separately from other overburden or bedrock removed for use in re-establishing the vegetative mat when the exploration program ceases.

Re-establishment of the Vegetative Mat

17. All vegetated areas disturbed by exploration activities, including fuel and waste storage areas, clearings, corridors, temporary trails, camps and supporting infrastructure, and trenches and drill sites, must be left in a condition conducive to re-vegetation by native plant species or other species adaptable to the local environment to encourage re-vegetation comparable to similar, naturally occurring, environments in the area.
18. Conditions conducive to re-vegetation include provision of adequate soil layer with moisture retaining ability, no soil contamination by hydrocarbons or other hazardous substances, provision of adequate seed or root stock, and contoured or otherwise stable slopes.
19. If adequate seed or root stock is not naturally available, re-seeding or transplanting of vegetation is required. Only non-invasive species may be used for re-seeding or transplanting. Consult with the Mining Inspector prior to seeding.
20. All new grid lines and clearings shall be done in a manner that promotes natural re-vegetation.

Erosion Control and Permafrost

21. All areas disturbed during an exploration program must be re-sloped, contoured or otherwise stabilized to prevent long-term soil erosion, slumping and subsidence, including areas of previous disturbance that are being re-worked.
22. All exploration activities must be carried out to avoid or minimize damage to and loss of permafrost.

Trenching

23. Trenching carried out by hand or using hand-held tools must be methodical. All trenches must be stabilized and marked to minimize risk to the public.

24. Trenches constructed with mechanized equipment must be backfilled by first depositing any removed overburden and bedrock and then replacing the vegetative mat that was removed to construct the trench.

Historic Objects and Burial Grounds

25. Exploration activities must not be carried out within 30m of a known archeological site unless the Chief indicates, in writing, that such activities may be carried out.
26. Any sites containing archeological objects, palaeontological objects or human remains or burial sites discovered in the course of carrying out an exploration program must be immediately marked and protected from further disturbance and, as soon as practicable, the discovery reported to the Chief. No further activities may be carried out within 30m of the site until the Chief indicates, in writing, that activities may be resumed.

Disposal of Wastes/Cleanliness

27. All solid waste, including debris, equipment, barrels, drums, and scrap metal, must be safely stored on the site of the exploration program while the program is carried out.
28. The proponent shall keep all garbage, including kitchen waste, in a container that prevents access by bears and other wildlife, until properly disposed of in accordance with the Solid Waste Regulations.
29. When burning kitchen waste on site it must be burned regularly to reduce odours that might attract wildlife and be burned to ash by forced air or fuel fired incineration.
30. Camp must be kept clean and tidy.
31. Staff preparing meals for others shall be trained in proper food handling techniques so as to prevent food borne illnesses among camp population.

Fuel and Chemical Storage and Handling

32. If petroleum fuel storage capacity exceeds 4000L, a secondary containment structure must be constructed. The containment structure must be made of a material impervious to petroleum products and
- (a) if there is a single storage tank, be of sufficient size to accommodate at least 110% of the capacity of the storage tank; or
 - (b) if there is more than one storage tank, be of sufficient size to accommodate 110% of the capacity of the largest storage tank or 10% of the total capacity of all the tanks, whichever is larger.
33. All petroleum products, including waste petroleum products, and any other hazardous substances must be stored in a secure fashion no less than 30m from the ordinary high water mark of any water body.

34. All petroleum products, including waste petroleum products, and any other hazardous substance, must be transferred and handled without spillage.
35. All waste petroleum products and any other special waste, as defined in the Special Waste Regulations, generated in the course of carrying out the exploration program must be disposed of in accordance with the Special Waste Regulations when the program ceases.
36. The proponent shall clearly mark the owners name on fuel drums to establish ownership and responsibility.

Spills and Spill Contingency Plans

37. A spill contingency plan for petroleum products and other hazardous waste must be prepared and posted in the camp and at all fuel handling locations used in carrying out the exploration program.
38. All spill clean-up equipment and material must be maintained in a state of readiness sufficient at all times to contain and clean-up any hazardous material spills.
39. If a spill occurs, the spill contingency plan must be immediately implemented and notice given to the 24-hour Yukon Spill Report Line. As soon as practicable, an inspector must be contacted. Whatever remedial action is required to clean-up the spill and reclaim the affected land and water must be taken.

Use of Vehicles

40. Vehicles and equipment must be maintained and operated to prevent spills of fuel, lubricants, coolants and oil.
41. Vehicles and equipment are to be clean and free of fluid leaks.

Timber and Brush

42. Cut brush must not be piled so that it blocks movement of wildlife or people.
43. Leaning trees created by the cutting of lines, corridors, temporary trails, and clearings must be felled.
44. When it is economically viable to do so, timber suitable for sale must be salvaged and stockpiled.
45. All risk of fire hazard must be avoided.

Drilling

46. All reasonable efforts must be made when drilling to minimize the impact on wildlife and the public.
47. Vegetation other than that within a drill sump, must not be covered with drill cuttings

48. Core must be stored in a stable fashion.
49. Drill mud must be re-circulated when possible.
50. All means by which water is withdrawn must be screened or otherwise guarded to prevent the passage of fish from these waters.
51. All drill fluids must be contained in a sump.
52. All sumps shall be a minimum of 30m from a water body.
53. Drill holes that pose a hazard or that lead to ground water must be plugged to prevent the flow of water to the surface.
54. The location of drill holes must be marked on the ground by flagging or other suitable means at the location of the drill hole.
55. Drilling waste, including fluid, cuttings, and mud must not be left within 30m of a water body.

Roads, Trails and Off-road and Trail Use

56. All vehicles must be operated to avoid rutting or gouging of roads or trails.
57. Off road and trail routes must be reconnoitered and must be used in a way that minimizes ground disturbances, including damage to permafrost and sensitive wildlife habitat.
58. If rutting, gouging, ponding, or permafrost degradation occurs off road of trail, vehicle use must be suspended or relocated to ground that is capable of bearing the weight of the vehicle without causing such damage.
59. Use of skids on permafrost or wet ground is only permitted outside of winter where it is not reasonable to use any other means of transporting equipment.
60. Routes for temporary trails must be reconnoitered and flagged.
61. In addition to any remedial action required in relation to item 2 of this schedule, temporary trails must be blocked to prevent further vehicular access.

Release of Sediment

62. All reasonable care must be taken in carrying out exploration activities near or adjacent to a water body to prevent sediment from entering a water body, unless otherwise permitted by law.

Waste Rock

63. All excavated material that is not part of the bulk sample must be returned underground and capped with original surface materials as soon as possible.
64. Waste rock containing sulfides must be returned to underground.

Reclamation

65. Reclamation shall be progressive in nature where possible and completed before expiry of the approval.

PART FOUR – FINAL DECOMMISSIONING

66. Final reclamation will occur prior to the expiry of the operation, according to standards outlined in the operating conditions for re-establishment of vegetative mat and erosion control.
67. All petroleum products and any other hazardous substance must be removed from the site of the exploration program when the program ceases.
68. Debris, equipment, fuel barrels, scrap metal and other waste at the work site shall be completely disposed of by removal to an authorized disposal site at the cessation of the operation.
69. All solid waste, including debris, equipment, barrels, drums and scrap metal must be disposed of in accordance with the Solid Waste Regulation when the program ceases.
70. Structures must be removed and the site restored at the end of the operation to a level of utility comparable to its previous level of utility.

PART FIVE – OTHER MATTERS**Applicable Laws**

71. All applicable federal, territorial, and first nation law or local regulations, ordinances or by-laws must be conformed with at all times.
72. Notice of Schedule III must be provided to the Yukon Water Board ten (10) days prior to use of water.
73. Attached is a list of the exploration activities for which you are approved.

**MINING LAND USE
EXPLORATION ACTIVITY REPORT**

October 09, 2008

LQ00247

4

Western Copper Corporation
2050-1111 West Georgia Street
Vancouver, BC
V6E 4M3

115-J-10 NW

Construction of structures	Existing structures - camp buildings, work areas, tool/equipment sheds
Corridor Width	3m
Fuel Storage in a facility	Installation of a 25,000L diesel tank.
Fuel Storage in a stationary container	6000L gasoline in 200L drums, 3000 lbs propane in 100 lb tanks
Nb of clearings per claim, including existing clearings	Up to 15 clearings per claim
Nb of person days per camp	Approx. 4800 person days
Nb of persons in a camp at any one time	20 persons
Off Road use of vehicles in summer	
Surface area of each clearing	6m x 10m
Total length of corridors	30,000m
Total volume of trenching	12,000m
Lines	
Upgrading of access roads per program	Road & trail surfaces will be re-conditioned and maintained April to September annually.
Use of vehicles on existing roads or trails	